

Consolidated Income Statement

For the year ended 31 March 2006

	<i>Notes</i>	2006 HK\$'000	2005 HK\$'000
Turnover	6	78,833	111,031
Cost of sales		(58,577)	(78,866)
Gross profit		20,256	32,165
Other revenue	6	66	40
Other income	19	443	–
Selling and distribution expenses		(12,258)	(14,128)
Administrative expenses		(15,111)	(12,937)
Impairment of property, plant and equipment	7	(663)	–
Impairment of interests in an associate	8	(105)	–
Provision for impairment of trade receivables		(11,328)	(2,677)
Provision for obsolete inventories		(20,740)	(4,822)
Operating loss	19	(39,440)	(2,359)
Finance costs	21	(6)	(12)
Share of profit of an associate	8	68	15
Loss before income tax		(39,378)	(2,356)
Taxation	22	(32)	(1,284)
Loss for the year attributable to equity holders of the Company		(39,410)	(3,640)
Losses per share for loss attributable to the equity holders of the Company during the year	25		
– Basic		(HK4.87cent)	(HK0.45 cent)
– Diluted		N/A	N/A

All of the Group's activities are classed as continuing.

The accompanying notes form an integral part of these financial statements.